



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation

Note. The foundation may be able to use a copy of this return to satisfy state reporting requirements

2011

For calendar year 2011 or tax year beginning

, and ending

Name of foundation

THE KARA FOUNDATION

Number and street (or P O box number if mail is not delivered to street address)

P.O. BOX 487

A Employer identification number

36-3779796

City or town, state, and ZIP code

BLOOMINGDALE, IL 60108

Room/suite

G Check all that apply

Initial return Initial return of a former public charity
 Final return Amended return
 Address change Name change

H Check type of organization

 Section 501(c)(3) exempt private foundation Section 4947(a)(1) nonexempt charitable trust Other taxable private foundationI Fair market value of all assets at end of year
(from Part II, col (c), line 16)

► \$ 7912011. (Part I, column (d) must be on cash basis)

J Accounting method Cash Accrual
 Other (specify) _____

B Telephone number

630-377-3236

C If exemption application is pending, check here ► D 1. Foreign organizations, check here ► 2. Foreign organizations meeting the 85% test, check here and attach computation ► E If private foundation status was terminated under section 507(b)(1)(A), check here ► F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ►

Part I Analysis of Revenue and Expenses

(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1	Contributions, gifts, grants, etc., received			N/A	
2	Check ► <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
3	Interest on savings and temporary cash investments				
4	Dividends and interest from securities	242825.	242825.	STATEMENT 1	
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	7264.		RECEIVED	
b	Gross sales price for all assets on line 6a	339120.			
7	Capital gain net income (from Part IV, line 2)		7264.		
8	Net short-term capital gain			228	JUN 15 2012
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less Cost of goods sold				
c	Gross profit or (loss)				
11	Other income				
12	Total Add lines 1 through 11	250089.	250089.	OGDEN, UT	
13	Compensation of officers, directors, trustees, etc	135652.	6783.	128869.	
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees	STMT 2	2848.	0.	0.
b	Accounting fees	STMT 3	2850.	0.	0.
c	Other professional fees				
17	Interest				
18	Taxes	STMT 4	39188.	519.	9858.
19	Depreciation and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses	STMT 5	16921.	0.	0.
24	Total operating and administrative expenses. Add lines 13 through 23		197459.	7302.	138727.
25	Contributions, gifts, grants paid		130500.		130500.
26	Total expenses and disbursements. Add lines 24 and 25		327959.	7302.	269227.
27	Subtract line 26 from line 12		<77870. >		
a	Excess of revenue over expenses and disbursements				
b	Net investment income (if negative, enter -0-)		242787.		
c	Adjusted net income (if negative, enter -0-)			N/A	

Assets	Part II Balance Sheets	Attached schedules and amounts in the description column should be for end-of-year amounts only	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
			44906.	40668.	40668.
1	Cash - non-interest-bearing				
2	Savings and temporary cash investments				
3	Accounts receivable ►				
	Less allowance for doubtful accounts ►				
4	Pledges receivable ►				
	Less allowance for doubtful accounts ►				
5	Grants receivable				
6	Receivables due from officers, directors, trustees, and other disqualified persons				
7	Other notes and loans receivable ►				
	Less allowance for doubtful accounts ►				
8	Inventories for sale or use				
9	Prepaid expenses and deferred charges				
10a	Investments - U S and state government obligations				
b	Investments - corporate stock				
c	Investments - corporate bonds				
11	Investments - land, buildings, and equipment basis ►				
	Less accumulated depreciation ►				
12	Investments - mortgage loans				
13	Investments - other	STMT 7	7774856.	7704090.	7871343.
14	Land, buildings, and equipment basis ►	15144.			
	Less accumulated depreciation	STMT 8 ►	15144.		
15	Other assets (describe ►)	STATEMENT 9)	2866.	0.	0.
16	Total assets (to be completed by all filers)		7822628.	7744758.	7912011.
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable			
	22	Other liabilities (describe ►)			
Net Assets or Fund Balances	23	Total liabilities (add lines 17 through 22)	0.	0.	
		Foundations that follow SFAS 117, check here ► <input type="checkbox"/>			
		and complete lines 24 through 26 and lines 30 and 31.			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ► <input checked="" type="checkbox"/>			
		and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds	0.	0.	
	28	Paid-in or capital surplus, or land, bldg , and equipment fund	0.	0.	
	29	Retained earnings, accumulated income, endowment, or other funds	7822628.	7744758.	
	30	Total net assets or fund balances	7822628.	7744758.	
	31	Total liabilities and net assets/fund balances	7822628.	7744758.	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	7822628.
2	Enter amount from Part I, line 27a	2	<77870.>
3	Other increases not included in line 2 (itemize) ►	3	0.
4	Add lines 1, 2, and 3	4	7744758.
5	Decreases not included in line 2 (itemize) ►	5	0.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	7744758.

Form 990-PF (2011)

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co.)			(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a					
b	SEE ATTACHED STATEMENT				
c					
d					
e					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)		
a					
b					
c					
d					
e	339120.		331856.	7264.	
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))		
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any			
a					
b					
c					
d					
e			7264.		
2 Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		2	7264.	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter -0- in Part I, line 8			3	N/A	

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

 Yes No

If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year, see instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2010	295854.	5337056.	.055434
2009	362038.	6416375.	.056424
2008	399300.	7310342.	.054621
2007	394558.	8643165.	.045650
2006	358243.	8344255.	.042933
2 Total of line 1, column (d)			2 .255062
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years			3 .051012
4 Enter the net value of noncharitable-use assets for 2011 from Part X, line 5			4 7691105.
5 Multiply line 4 by line 3			5 392339.
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 2428.
7 Add lines 5 and 6			7 394767.
8 Enter qualifying distributions from Part XII, line 4			8 269227.

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate
See the Part VI instructions

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions)1a Exempt operating foundations described in section 4940(d)(2), check here ► and enter "N/A" on line 1

Date of ruling or determination letter _____ (attach copy of letter if necessary-see instructions)

b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► and enter 1% of Part I, line 27b

c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)

2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)

3 Add lines 1 and 2

4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)

5 Tax based on investment income. Subtract line 4 from line 3 If zero or less, enter -0-

6 Credits/Payments

a 2011 estimated tax payments and 2010 overpayment credited to 2011

b Exempt foreign organizations - tax withheld at source

c Tax paid with application for extension of time to file (Form 8868)

d Backup withholding erroneously withheld

6a	6400.
6b	
6c	
6d	

7 Total credits and payments Add lines 6a through 6d

8 Enter any penalty for underpayment of estimated tax Check here if Form 2220 is attached

9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed

10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid

11 Enter the amount of line 10 to be Credited to 2012 estimated tax ►

1544. Refunded ►

7	6400.
8	
9	
10	1544.
11	0.

Part VII-A Statements Regarding Activities

1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?

1a	X
1b	X

b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?

1b	X
----	---

If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.

1c	X
----	---

c Did the foundation file Form 1120-POL for this year?

2	X
---	---

d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year

3	X
---	---

(1) On the foundation ► \$ 0. (2) On foundation managers ► \$ 0.

4a	X
----	---

e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation

4b	
----	--

managers ► \$ 0.

5	X
---	---

2 Has the foundation engaged in any activities that have not previously been reported to the IRS?

6	
---	--

If "Yes," attach a detailed description of the activities.

7	X
---	---

3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*

8b	X
----	---

4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?

9	
---	--

b If "Yes," has it filed a tax return on Form 990-T for this year?

10	X
----	---

5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?

1	
---	--

If "Yes," attach the statement required by General Instruction T.

6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either

2	
---	--

• By language in the governing instrument, or
• By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?

3	
---	--

7 Did the foundation have at least \$5,000 in assets at any time during the year?

4	
---	--

If "Yes," complete Part II, col. (c), and Part XV

5	
---	--

8a Enter the states to which the foundation reports or with which it is registered (see instructions) ►

6	
---	--

II

7	
---	--

b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate)

8b	
----	--

of each state as required by General Instruction G? If "No," attach explanation

9	
---	--

9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2011 or the taxable year beginning in 2011 (see instructions for Part XIV)? If "Yes," complete Part XIV

10	
----	--

10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses

Form 990-PF (2011)

Part VII-A Statements Regarding Activities (continued)

11	11	X
12	12	X
13	13	X
Website address ► N/A		
14	The books are in care of ► JUDITH DE MOON Located at ► P.O. BOX 487, BLOOMINGDALE, IL	Telephone no ► 630-377-3236 ZIP+4 ► 60108
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year	
16	► 15	N/A
	16	Yes No X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

	Yes	No
1a During the year did the foundation (either directly or indirectly)		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(6) Agree to pay money or property to a government official? (Exception Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here	► <input type="checkbox"/>	
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2011?	► <input type="checkbox"/>	
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a At the end of tax year 2011, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2011?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
If "Yes," list the years ► _____, _____, _____, _____		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions)	N/A	
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ► _____, _____, _____, _____		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
b If "Yes," did it have excess business holdings in 2011 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969, (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2011)	N/A	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2011?		

Part VII-B | Statements Regarding Activities for Which Form 4720 May Be Required (continued)

5a During the year did the foundation pay or incur any amount to

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? Yes No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? Yes No

(3) Provide a grant to an individual for travel, study, or other similar purposes? Yes No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? Yes No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? Yes No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations

section 53 4945 or in a current notice regarding disaster assistance (see instructions)? N/A► 5b

Organizations relying on a current notice regarding disaster assistance check here

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A Yes No

If "Yes," attach the statement required by Regulations section 53 4945-5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?

 Yes No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

If "Yes" to 6b, file Form 8870.

 Yes No

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?

 Yes No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?

 N/A

7b

X

Part VIII | Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1 List all officers, directors, trustees, foundation managers and their compensation.**

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
PATRICK S DE MOON P.O. BOX 487 BLOOMINGDALE, IL 60108	PRESIDENT/TREASURER 40.00	88152.	0.	0.
JUDITH A DE MOON P.O. BOX 487 BLOOMINGDALE, IL 60108	SECRETARY 40.00	47500.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). If none, enter "NONE."

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

Total number of other employees paid over \$50,000

►

0

Form 990-PF (2011)

Part VIII **Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**
3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

Total number of others receiving over \$50,000 for professional services



0

Part IX-A **Summary of Direct Charitable Activities**

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc

Expenses

1 GRANTS TO OTHER CHARITABLE ORGANIZATIONS

130500.

2

3

4

Part IX-B **Summary of Program-Related Investments**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2

Amount

1 N/A

2

All other program-related investments. See instructions

3

Total. Add lines 1 through 3



0.

Form 990-PF (2011)

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see instructions.)

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a Average monthly fair market value of securities	1a	7724661.
b Average of monthly cash balances	1b	83567.
c Fair market value of all other assets	1c	
d Total (add lines 1a, b, and c)	1d	7808228.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2 Acquisition indebtedness applicable to line 1 assets	2	0.
3 Subtract line 2 from line 1d	3	7808228.
4 Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	117123.
5 Net value of noncharitable-use assets Subtract line 4 from line 3 Enter here and on Part V, line 4	5	7691105.
6 Minimum investment return Enter 5% of line 5	6	384555.

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ► and do not complete this part)

1 Minimum investment return from Part X, line 6	1	384555.
2a Tax on investment income for 2011 from Part VI, line 5	2a	4856.
b Income tax for 2011 (This does not include the tax from Part VI)	2b	
c Add lines 2a and 2b	2c	4856.
3 Distributable amount before adjustments Subtract line 2c from line 1	3	379699.
4 Recoveries of amounts treated as qualifying distributions	4	0.
5 Add lines 3 and 4	5	379699.
6 Deduction from distributable amount (see instructions)	6	0.
7 Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	379699.

Part XII Qualifying Distributions (see instructions)

1 Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
a Expenses, contributions, gifts, etc - total from Part I, column (d), line 26	1a	269227.
b Program-related investments - total from Part IX-B	1b	0.
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3 Amounts set aside for specific charitable projects that satisfy the		
a Suitability test (prior IRS approval required)	3a	
b Cash distribution test (attach the required schedule)	3b	
4 Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	269227.
5 Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b	5	0.
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	269227.

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2010	(c) 2010	(d) 2011
1 Distributable amount for 2011 from Part XI, line 7				379699.
2 Undistributed income, if any, as of the end of 2011			113820.	
a Enter amount for 2010 only				
b Total for prior years		0.		
3 Excess distributions carryover, if any, to 2011				
a From 2006				
b From 2007				
c From 2008				
d From 2009				
e From 2010				
f Total of lines 3a through e		0.		
4 Qualifying distributions for 2011 from Part XII, line 4 ► \$ 269227.			113820.	
a Applied to 2010, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)		0.		
d Applied to 2011 distributable amount				155407.
e Remaining amount distributed out of corpus		0.		
5 Excess distributions carryover applied to 2011 (If an amount appears in column (d), the same amount must be shown in column (a))		0.		0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		0.		
b Prior years' undistributed income Subtract line 4b from line 2b			0.	
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed			0.	
d Subtract line 6c from line 6b Taxable amount - see instructions			0.	
e Undistributed income for 2010 Subtract line 4a from line 2a Taxable amount - see instr				0.
f Undistributed income for 2011 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2012				224292.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)		0.		
8 Excess distributions carryover from 2006 not applied on line 5 or line 7		0.		
9 Excess distributions carryover to 2012. Subtract lines 7 and 8 from line 6a		0.		
10 Analysis of line 9				
a Excess from 2007				
b Excess from 2008				
c Excess from 2009				
d Excess from 2010				
e Excess from 2011				

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
<i>a Paid during the year</i>				
SEE ATTACHED SCHEDULE				130500.
Total				► 3a 130500.
<i>b Approved for future payment</i>				
NONE				
Total				► 3b 0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income
	(a) Business code	(b) Amount	(c) Exclu- sion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	242825.	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	7264.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)	0.		250089.	0.	
13 Total Add line 12, columns (b), (d), and (e)	13		250089.		
(See worksheet in line 13 instructions to verify calculations)					

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

		Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?		
a	Transfers from the reporting foundation to a noncharitable exempt organization of		
(1)	Cash	1a(1)	X
(2)	Other assets	1a(2)	X
b	Other transactions		
(1)	Sales of assets to a noncharitable exempt organization	1b(1)	X
(2)	Purchases of assets from a noncharitable exempt organization	1b(2)	X
(3)	Rental of facilities, equipment, or other assets	1b(3)	X
(4)	Reimbursement arrangements	1b(4)	X
(5)	Loans or loan guarantees	1b(5)	X
(6)	Performance of services or membership or fundraising solicitations	1b(6)	X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c	X
d	If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received		

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?

Yes No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.		May the IRS discuss this return with the preparer shown below (see instr.)?	
 6-6-2012		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
Signature of officer or trustee	Date	Title		

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	DANIEL C. FINNEGAN	JUN 06 2012		P00371253	
	Firm's name ► SASSETTI LLC	Firm's EIN ► 36-2239746			
Firm's address ► 6611 W. NORTH AVE. OAK PARK, IL 60302	Phone no (708) 386-1433				

THE KARA FOUNDATION

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold, e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co		(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo, day, yr)	(d) Date sold (mo, day, yr)
1a	CHARLES SCHWAB FUNDS	P	VARIOUS	01/05/11
b	546.647 VANGUARD WELLINGTON	P	12/10/10	01/24/11
c	540.735 VANGUARD WELLINGTON	P	12/10/10	02/01/11
d	540.151 VANGUARD WELLINGTON	P	12/10/10	03/01/11
e	357.782 VANGUARD WELLINGTON	P	12/10/10	04/01/11
f	349.956 VANGUARD WELLINGTON	P	12/10/10	04/29/11
g	356.379 VANGUARD WELLINGTON	P	12/10/11	06/01/11
h	356.252 VANGUARD WELLINGTON	P	12/10/11	07/01/11
i	364.764 VANGUARD WELLINGTON	P	12/10/11	08/01/11
j	379.147 VANGUARD WELLINGTON	P	12/10/11	09/01/11
k	396.668 VANGUARD WELLINGTON	P	12/10/10	09/30/11
l	376.861 VANGUARD WELLINGTON	P	12/10/10	11/01/11
m	1,108.24 VANGUARD WELLINGTON	P	12/10/10	11/07/11
n	373.762 VANGUARD WELLINGTON	P	12/10/10	12/01/11
o				

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 9120.		9144.	<24. >
b 30000.		29164.	836.
c 30000.		28849.	1151.
d 30000.		28818.	1182.
e 20000.		19094.	906.
f 20000.		18676.	1324.
g 20000.		19019.	981.
h 20000.		19017.	983.
i 20000.		19472.	528.
j 20000.		20240.	<240. >
k 20000.		21168.	<1168. >
l 20000.		20111.	<111. >
m 60000.		59139.	861.
n 20000.		19945.	55.
o			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col (h)) Gains (excess of col (h) gain over col (k), but not less than "-0-")
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (l) over col (j), if any	
a			<24. >
b			836.
c			1151.
d			1182.
e			906.
f			1324.
g			981.
h			983.
i			528.
j			<240. >
k			<1168. >
l			<111. >
m			861.
n			55.
o			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter "-0-" in Part I, line 7 }	2	7264.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter "-0-" in Part I, line 8 }	3	N/A

Asset No	Description	Date Acquired	Method	Life	Line No	Unadjusted Cost Or Basis	Bus % Excl	Reduction In Basis	Basis For Depreciation	Accumulated Depreciation	Current Sec 179	Current Year Deduction
1	EQUIPMENT		VARIESSL	5.00	16	4753.			4753.	4753.		0.
2	COMPUTER	020801SL		5.00	16	2739.			2739.	2739.		0.
3	OFFICE FURNITURE	020801SL		7.00	16	1103.			1103.	1103.		0.
4	OFFICE EQUIPMENT	090802SL		5.00	16	541.			541.	541.		0.
5	OFFICE EQUIPMENT	082803SL		7.00	16	3473.			3473.	3473.		0.
6	OFFICE EQUIPMENT	090803SL		7.00	16	949.			949.	949.		0.
7	COMPUTER	071004SL		5.00	17	1586.			1586.	1586.		0.
	* TOTAL 990-PF PG				1	15144.			15144.	15144.		0.
	DEPR											

FORM 990-PF	DIVIDENDS AND INTEREST FROM SECURITIES		STATEMENT	1
SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT	
DIVIDENDS-VANGUARD	242825.	0.	242825.	
TOTAL TO FM 990-PF, PART I, LN 4	242825.	0.	242825.	

FORM 990-PF	LEGAL FEES		STATEMENT	2
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL	2848.	0.		0.
TO FM 990-PF, PG 1, LN 16A	2848.	0.		0.

FORM 990-PF	ACCOUNTING FEES		STATEMENT	3
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING	2850.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	2850.	0.		0.

FORM 990-PF	TAXES		STATEMENT	4
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PAYROLL	10377.	519.		9858.
PRIVATE FOUNDATION EXCISE TAX	28811.	0.		0.
TO FORM 990-PF, PG 1, LN 18	39188.	519.		9858.

FORM 990-PF

OTHER EXPENSES

STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OFFICE EXPENSES	889.	0.		0.
TELEPHONE	3306.	0.		0.
INSURANCE	5050.	0.		0.
DUES AND SUBSCRIPTIONS	793.	0.		0.
POSTAGE	514.	0.		0.
MISC.	2179.	0.		0.
COMPUTER REPAIR	1461.	0.		0.
TRAVEL	2729.	0.		0.
TO FORM 990-PF, PG 1, LN 23	16921.	0.		0.

FORM 990-PF

OTHER FUNDS

STATEMENT 6

DESCRIPTION	(A) BEGINNING OF YEAR	(B) END OF YEAR
ENDOWMENT FUND	7822628.	7744758.
TOTAL TO FORM 990-PF, PART II, LINE 29	7822628.	7744758.

FORM 990-PF

OTHER INVESTMENTS

STATEMENT 7

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS	COST	7704090.	7871343.
TOTAL TO FORM 990-PF, PART II, LINE 13		7704090.	7871343.

FORM 990-PF	DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT	STATEMENT	8
-------------	--	-----------	---

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
EQUIPMENT	4753.	4753.	0.
COMPUTER	2739.	2739.	0.
OFFICE FURNITURE	1103.	1103.	0.
OFFICE EQUIPMENT	541.	541.	0.
OFFICE EQUIPMENT	3473.	3473.	0.
OFFICE EQUIPMENT	949.	949.	0.
COMPUTER	1586.	1586.	0.
TOTAL TO FM 990-PF, PART II, LN 14	15144.	15144.	0.

FORM 990-PF	OTHER ASSETS	STATEMENT	9
-------------	--------------	-----------	---

DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
ACCRUED INTEREST RECEIVABLE	2866.	0.	0.
TO FORM 990-PF, PART II, LINE 15	2866.	0.	0.

**The Kara Foundation
Grant Distribution List
2011**

<u>GRANTEE</u>	<u>GRANT AMT.</u>	<u>TYPE OF SUPPORT</u>
Association of Small Foundations 1720 N Street, NW Washington, DC 20036	1,000	Operational
Bloomingdale Church 264 Glen Ellyn Road Bloomingdale, Illinois 60108	1,000	Operational
Bloomingdale Public Library 101 Fairfield Way Bloomingdale, Illinois 60108	1,000	Operational
Bloomingdale Township Food Pantry 123 North Rosedale Road Annex Building Bloomingdale, Illinois 60108	1,000	Operational
Brookfield Zoo Brookfield, IL 60513-0719	2,000	Operational
Canine Companions for Independence 4989 State Route 37 East Delaware, Ohio 43015-9682	7,000	Assistance dog for disabled vet
Central DuPage Hospital Cancer Center 4405 Weaver Parkway, Ste. 101 Warrenville, IL 60555	3,000	Patient support
Channel 10 Vegas PBS 3050 East Flamingo Las Vegas, NV 89121	5,000	Keeping Kids Fit
Child's Voice 180 Hansen Court Wood Dale, Illinois 60191	10,000	Audiometry lab
Community Health 2611 West Chicago Avenue Chicago, Illinois 60622	1,000	Operational

DayOne Network 1551 East Fabyan Parkway Geneva, Illinois 60134	2,500	Operational , serving developmentally disabled children
Diveheart 900 Ogden Avenue, #274 Downers Grove, IL 60515	1,000	Operational
Donka, Inc. 400 North County Farm Road Wheaton, Illinois 60187	5,000	Teaching computer skills to people with visual disabilities
Fairfield University 1073 Benson Road Fairfield, CT 06824-5195	1,000	Scholarship Fund
Family Shelter Service 605 East Roosevelt Road Wheaton, Illinois 60187	5,000	Operational
Fox Valley Volunteer Hospice 200 Whitfield Drive Geneva, Illinois 60134	5,000	Operational
Gwynedd Mercy College 1325 Sumneytown Pike Gwynedd Valley, PA 19437	1,000	Harmony Theater
International Museum of Surgical Science 1524 North Lake Shore Drive Chicago, Illinois 60610-1607	1,000	Operational
Lambs Farm 14245 Rockland Road Libertyville, Illinois 60048	5000	Operational
Lazarus House 214 Walnut Street St. Charles, Illinois 60174	5,000	Operational--homeless shelter
Living Well Cancer Resource Ctr. 1803 West State Street Geneva, Illinois 60134	5,000	Kids programs
Miracle Flights for Kids 22764 North Green Valley Pkwy., #115	3,000	Operational

Green Valley, Nevada 89014-2120

Nevada Childhood Cancer Foundation 6070 South Eastern Avenue Las Vegas, Nevada 89119	9,000	Project ARK
Northern IL. Food Bank 600 Industrial Drive St. Charles, Illinois 60174	5,000	Operational
Opportunity Village 6300 West Oakey Blvd. Las Vegas, Nevada 89146	5,000	Operational
Order of St. John 150 East 55th Street, 3rd Floor New York, NY 10022	1,000	Operational--St. John Eye Hospital
Peoples Resource Center 201 South Naperville Road Wheaton, Illinois 60187	5,000	Operational
Philanthropy Roundtable 1150 17th Street, NW, #503 Washington, DC 20036	1,000	Operational
Positively Kids 3535 West Reno Avenue, Suite F Las Vegas, Nevada 89118	3,000	Operational-- care of medical- ly fragile kids
Project Mobility 2930 Campton Hills Drive St. Charles, Illinois 60175	2,000	Adaptive bikes- Wounded Vets program
Rainbows 1360 Hamilton Parkway Itasca, Illinois 60143	2,000	Operational
Salvation Army 1710 South 7th Avenue St. Charles, Illinois 60174	1,000	Operational
Shriners Children's Hospital 2211 North Oak Park Avenue Chicago, Illinois 60607-3392	1,000	Operational

Special Olympics Illinois 800 Roosevelt Road, Bldg. B, #220 Glen Ellyn, Illinois 60137-5860	1,000	Operational
Spinal Cord Injury Association of Illinois 1032 South LaGrange Road LaGrange, Illinois 60525-2865	5,000	Operational
Street Teens P.O. Box 70478 Las Vegas, Nevada 89170-0478	5,000	Operational
Teen Parent Connection 739 Roosevelt Road, Bldg. 8, #306 Glen Ellyn, Illinois 60137-9937	1,000	Operational
Tri City Health Partnership 318 Walnut Street St. Charles, Illinois 60174	5,000	Operational
University of California, Riverside School of Medicine 900 University Avenue Riverside, California 92521	1,000	Operational
Volunteers in Medicine of Southern Nevada 4770 Harrison Drive, #105 Las Vegas, Nevada 89121	2,000	Operational
WBEZ Public Radio Navy Pier 848 East Grand Avenue Chicago, Illinois 60611-3509	1,000	Operational
WDSRA (Western DuPage Special Recreation Association) 116 North Schmale Road Carol Stream, Illinois 60188	1,000	Operational
Wellness House 131 North County Farm Road Hinsdale, Illinois 60521-2401	1,000	Operational

Wounded Warrior Project
4899 Belfort Road, #300
Jacksonville, Florida 32256

1,000

Wounded vet
assistance

Number of grants: 44
Total amount of grants: \$130,500

Geographical Distribution:

East	6	Midwest	30
South	0	West	8

Categorical Distribution:

Education	9
Religion	1
Cultural	0
Health/Welfare	34

Application for Extension of Time To File an
Exempt Organization Return

► File a separate application for each return.

- If you are filing for an **Automatic 3-Month Extension**, complete **only Part I** and check this box X
- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete **only Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Electronic filing (e-file) You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit www.irs.gov/efile and click on e-file for Charities & Nonprofits.

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete

Part I only

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns

Type or print File by the due date for filing your return. See instructions	Name of exempt organization or other filer, see instructions. THE KARA FOUNDATION	Employer identification number (EIN) or <input checked="" type="checkbox"/> X 36-3779796
	Number, street, and room or suite no. If a P.O. box, see instructions. P.O. BOX 487	Social security number (SSN) <input type="checkbox"/>
	City, town or post office, state, and ZIP code. For a foreign address, see instructions BLOOMINGDALE, IL 60108	

Enter the Return code for the return that this application is for (file a separate application for each return)

0 4

Application Is For	Return Code	Application Is For	Return Code
Form 990	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 990-EZ	01	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

JUDITH DE MOON

- The books are in the care of ► P.O. BOX 487 - BLOOMINGDALE, IL 60108

Telephone No. ► 630-377-3236

FAX No. ►

- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____ . If this is for the whole group, check this box ► If it is for part of the group, check this box ► and attach a list with the names and EINs of all members the extension is for.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until
AUGUST 15, 2012, to file the exempt organization return for the organization named above. The extension

is for the organization's return for

► calendar year 2011 or► tax year beginning _____, and ending _____.

2 If the tax year entered in line 1 is for less than 12 months, check reason: Initial return Final return
 Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	\$	0.
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$	0.
c Balance due. Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	\$	0.

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

LHA For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

Form 8868 (Rev. 1-2012)